

GOVERNMENT-WIDE FINANCIAL STATEMENTS

State of Indiana
Statement of Net Assets
June 30, 2002
(amounts expressed in thousands)

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Governmental and Proprietary	Colleges and Universities
Assets:					
Current assets:					
Cash, cash equivalents and investments	\$ 3,285,029	\$ 1,606,013	\$ 4,891,042	\$ 385,154	\$ 684,741
Securities lending collateral	1,739,515	-	1,739,515	307,112	246,271
Receivables (net)	1,268,379	61,707	1,330,086	96,703	230,405
Inventory	9,289	2,520	11,809	-	29,187
Internal balances	24,925	(24,925)	-	-	-
Prepaid expenses	5,533	1,532	7,065	-	6,032
Loans	71,843	27,047	98,890	5,816	-
Intergovernmental loans	-	-	-	462,008	-
Due from primary government	-	-	-	18,130	94,931
Investment in direct financing lease	8,090	-	8,090	-	-
Funds held in trust by others	-	-	-	-	63,595
Other current assets	-	-	-	1,722	20,960
Total current assets	6,412,603	1,673,894	8,086,497	1,276,645	1,376,122
Noncurrent assets:					
Cash, cash equivalents and investments - restricted	151,450	990,543	1,141,993	400,819	509
Taxes, interest, and penalties receivable	353,940	-	353,940	9,515	-
Other receivables	33,488	-	33,488	1,007,927	111,145
Investments - unrestricted	-	-	-	-	1,673,472
Loans	286,550	620,960	907,510	-	14,983
Bond issuance costs net of amortization	11,169	1,724	12,893	25,923	-
Intergovernmental loans	-	-	-	384,288	-
Due from primary government	-	-	-	1,008,795	-
Investment in direct financing lease	212,155	-	212,155	-	-
Other noncurrent assets	72	10,532	10,604	1,792	7,461
Capital assets:					
Land	1,058,784	30,713	1,089,497	-	359,769
Infrastructure	7,473,142	180,331	7,653,473	-	207,387
Construction in progress	192,711	531	193,242	-	212,573
Property, plant, and equipment	2,292,677	117,697	2,410,374	2,055	5,321,797
Less accumulated depreciation	(836,316)	(80,188)	(916,504)	(1,672)	(2,574,455)
Total capital assets, net of depreciation	10,180,998	249,084	10,430,082	383	3,527,071
Total noncurrent assets	11,229,822	1,872,843	13,102,665	2,839,442	5,334,641
Total assets	17,642,425	3,546,737	21,189,162	4,116,087	6,710,763

State of Indiana
Statement of Net Assets
June 30, 2002
(amounts expressed in thousands)

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Governmental and Proprietary	Colleges and Universities
Liabilities:					
Current liabilities:					
Accounts payable	\$ 299,822	\$ 30,115	\$ 329,937	\$ 2,672	\$ 244,277
Interest payable	42,944	32,059	75,003	41,878	-
Current portion of long-term debt	55,983	11,901	67,884	620,159	90,019
Intergovernmental payable	988,098	-	988,098	-	-
Due to component unit	94,931	33,130	128,061	-	-
Capital lease payable	59	-	59	-	10,646
Accrued prize liability	-	43,817	43,817	-	-
Salaries, health, disability, and benefits payable	116,543	2,571	119,114	-	-
Tax refunds payable	40,941	-	40,941	-	19,774
Deferred revenue	31,449	4,900	36,349	-	90,142
Accrued liability for compensated absences	69,320	138	69,458	-	25,275
Securities lending collateral	1,739,515	-	1,739,515	307,112	246,271
Deposits held in custody for others	-	-	-	-	28,679
Other current liabilities	65	2,973	3,038	1,590	33,522
Total current liabilities	3,479,670	161,604	3,641,274	973,411	788,605
Long-term liabilities:					
Accrued liability for compensated absences	52,016	131	52,147	-	24,041
Claims payable	-	11,675	11,675	-	-
Construction retention	4,878	-	4,878	-	-
Accrued prize liability	-	51,167	51,167	-	-
Net pension obligations	676	-	676	-	-
Due to component unit	-	1,008,795	1,008,795	-	-
Capital lease payable	19,231	-	19,231	-	92,402
Funds held in trust by others	-	-	-	-	44,001
Advances from federal government	-	-	-	-	29,252
Revenue bonds/notes payable	1,765,279	216,118	1,981,397	2,570,663	1,165,402
Other noncurrent liabilities	-	1,766	1,766	1,365	11,707
Total long-term liabilities	1,842,080	1,289,652	3,131,732	2,572,028	1,366,805
Total liabilities	5,321,750	1,451,256	6,773,006	3,545,439	2,155,410
Net Assets:					
Invested in capital assets net of related debt	\$ 8,683,332	\$ 19,775	\$ 8,703,107	\$ 383	\$ 2,260,480
Restricted-nonexpendable:					
Grants/constitutional restrictions	601,463	-	601,463	-	-
Future debt service	11,822	44,228	56,050	109,770	-
Public safety programs	7,128	-	7,128	-	-
Transportation programs	326	11,240	11,566	-	-
Capital projects	45,459	136,698	182,157	-	-
Water pollution and drinking water	-	573,777	573,777	-	-
Unemployment compensation	-	1,288,367	1,288,367	-	-
Pension fund distribution	-	-	-	11,873	-
Instruction and research	-	-	-	-	84,045
Student aid	-	-	-	-	75,397
Other purposes	222	-	222	-	40,835
Total restricted-nonexpendable	666,420	2,054,310	2,720,730	121,643	200,277
Restricted-expendable:					
Instruction and research	-	-	-	-	233,401
Student aid	-	-	-	-	68,554
Auxiliary enterprises	-	-	-	-	83,093
Capital projects	-	-	-	-	209,607
Other purposes	-	-	-	-	465,175
Total restricted-expendable	-	-	-	-	1,059,830
Unrestricted	2,970,923	21,396	2,992,319	448,622	1,034,766
Total net assets	\$ 12,320,675	\$ 2,095,481	\$ 14,416,156	\$ 570,648	\$ 4,555,353

The notes to the financial statements are an integral part of this statement.

State of Indiana
Statement of Activities
For the Year Ended June 30, 2002
(amounts expressed in thousands)

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets				
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Units	
					Governmental Activities	Business-type Activities	Total	Governmental and Proprietary	Colleges and Universities
Primary government:									
Governmental activities:									
General government	\$ 3,097,818	\$ 284,537	\$ 178,468	\$ 21,245	\$ (2,613,568)	\$ -	\$ (2,613,568)	\$ -	\$ -
Public safety	1,134,037	537,805	99,509	9,417	(487,306)	-	(487,306)	-	-
Health	332,712	22,750	140,608	1,358	(167,996)	-	(167,996)	-	-
Welfare	6,403,514	228,445	4,286,436	-	(1,888,633)	-	(1,888,633)	-	-
Conservation, culture and development	473,090	96,100	200,768	-	(176,222)	-	(176,222)	-	-
Education	5,718,249	4,227	529,283	-	(5,184,739)	-	(5,184,739)	-	-
Transportation	1,099,448	4,898	736,779	5,022	(352,749)	-	(352,749)	-	-
Unallocated interest expense	87,310	-	-	-	(87,310)	-	(87,310)	-	-
Other	511	22	-	-	(489)	-	(489)	-	-
Total governmental activities	<u>18,346,689</u>	<u>1,178,784</u>	<u>6,171,851</u>	<u>37,042</u>	<u>(10,959,012)</u>	<u>-</u>	<u>(10,959,012)</u>	<u>-</u>	<u>-</u>
Business-type activities:									
Toll Roads	85,658	89,322	-	-	-	3,664	3,664	-	-
State Revolving Fund	50,350	55,272	-	92,327	-	97,249	97,249	-	-
Unemployment Compensation Fund	804,882	257,344	-	-	-	(547,538)	(547,538)	-	-
State Lottery Commission	521,148	626,310	-	-	-	105,162	105,162	-	-
Other	23,638	21,223	590	-	-	(1,825)	(1,825)	-	-
Total business-type activities	<u>1,485,676</u>	<u>1,049,471</u>	<u>590</u>	<u>92,327</u>	<u>-</u>	<u>(343,288)</u>	<u>(343,288)</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 19,832,365</u>	<u>\$ 2,228,255</u>	<u>\$ 6,172,441</u>	<u>\$ 129,369</u>	<u>(10,959,012)</u>	<u>(343,288)</u>	<u>(11,302,300)</u>	<u>-</u>	<u>-</u>
Component units:									
Governmental and proprietary	325,660	110,693	198,910	-	-	-	-	(16,057)	-
Colleges and universities	3,809,487	1,738,839	736,193	108,879	-	-	-	-	(1,225,576)
Total component units	<u>\$ 4,135,147</u>	<u>\$ 1,849,532</u>	<u>\$ 935,103</u>	<u>\$ 108,879</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(16,057)</u>	<u>(1,225,576)</u>
General Revenues:									
Income tax					4,307,550	-	4,307,550	-	-
Sales tax					3,630,102	-	3,630,102	-	-
Fuels tax					766,998	-	766,998	-	-
Gaming tax					520,353	-	520,353	-	-
Unemployment tax					-	232,396	232,396	-	-
Inheritance tax					153,593	-	153,593	-	-
Alcohol & Tobacco tax					83,652	-	83,652	-	-
Insurance tax					183,644	-	183,644	-	-
Financial Institutions tax					58,570	-	58,570	-	-
Other tax					229,272	-	229,272	-	-
Total taxes					9,933,734	232,396	10,166,130	-	-
Revenue not restricted to specific programs									
Investment earnings					124,478	96,648	221,126	15,857	32,352
Payments from State of Indiana					-	-	-	38,067	1,250,550
Other					38,577	-	38,577	3	154,854
Transfers within primary government					85,794	(107,215)	(21,421)	-	-
Total general revenues and transfers					10,182,583	221,829	10,404,412	53,927	1,437,756
Special Item:									
Payback to federal government					(9,296)	-	(9,296)	-	-
Changes in net assets					(785,725)	(121,459)	(907,184)	37,870	212,180
Net assets - beginning					13,106,400	2,216,940	15,323,340	532,778	4,343,173
Net assets - ending	<u>\$ 12,320,675</u>	<u>\$ 2,095,481</u>	<u>\$ 14,416,156</u>	<u>\$ 570,648</u>	<u>\$ 14,416,156</u>	<u>\$ 570,648</u>	<u>\$ 14,416,156</u>	<u>\$ 570,648</u>	<u>\$ 4,555,353</u>

The notes to the financial statements are an integral part of this statement.

FUND FINANCIAL STATEMENTS

State of Indiana
Balance Sheet
Governmental Funds
June 30, 2002
(amounts expressed in thousands)

	<u>General Fund</u>	<u>Motor Vehicle Highway Fund</u>	<u>Medicaid Assistance</u>	<u>Build Indiana Fund</u>
Assets:				
Cash, cash equivalents and investments-unrestricted	\$ 1,006,264	\$ 5,176	\$ 18,583	\$ 96,732
Securities lending collateral	1,064,329	-	-	51,263
Receivables:				
Taxes (net of allowance for uncollectible accounts)	942,439	19,777	-	-
Accounts	9,085	-	-	-
Grants	2,135	-	12,543	-
Interest	6,936	-	-	10
Interfund loans	8,043	-	-	24,625
Interfund services provided	-	188	-	-
Prepaid expenditures	1,763	2,321	-	-
Loans	19,487	-	-	5,470
	<u>\$ 3,060,481</u>	<u>\$ 27,462</u>	<u>\$ 31,126</u>	<u>\$ 178,100</u>
Liabilities:				
Accounts payable	\$ 67,827	\$ 1,479	\$ 5,993	\$ 4,325
Salaries and benefits payable	42,548	6,601	-	-
Interfund loans	506	-	-	-
Interfunds services used	2,661	2,067	-	-
Intergovernmental payable	324,497	28,593	-	-
Due to component unit	94,931	-	-	-
Tax refunds payable	39,490	-	-	-
Deferred revenue	341,323	7,654	-	-
Accrued liability for compensated absences-current	3,035	98	-	-
Securities lending collateral	1,064,329	-	-	51,263
	<u>\$ 1,981,147</u>	<u>\$ 46,492</u>	<u>\$ 5,993</u>	<u>\$ 55,588</u>
Fund balance:				
Reserved:				
Encumbrances	46,057	5,502	-	1,502
Special purposes	2,135	-	12,543	-
Tuition support	265,000	-	-	-
Interfund loans	8,043	-	-	24,625
Reserved for long-term loans and advances	19,219	-	-	5,459
Reserved for debt services	-	-	-	-
Reserved for restricted purposes	-	-	-	-
Unreserved fund balance reported in:				
General fund	738,880	-	-	-
Special revenue funds	-	(24,532)	12,590	-
Capital projects funds	-	-	-	90,926
Permanent funds	-	-	-	-
	<u>\$ 1,079,334</u>	<u>\$ (19,030)</u>	<u>\$ 25,133</u>	<u>\$ 122,512</u>
Total liabilities and fund balance	<u>\$ 3,060,481</u>	<u>\$ 27,462</u>	<u>\$ 31,126</u>	<u>\$ 178,100</u>

The notes to the financial statements are an integral part of this statement.

<u>State Highway Department</u>	<u>Property Tax Replacement Fund</u>	<u>Tobacco Settlement Fund</u>	<u>Non-major Governmental Funds</u>	<u>Total</u>
\$ 189,273	\$ -	\$ 277,263	\$ 1,616,899	\$ 3,210,190
6,894	-	100,000	517,030	1,739,516
-	173,077	-	261,819	1,397,112
1,521	-	-	19,950	30,556
62,389	-	-	57,814	134,881
1	-	23	1,111	8,081
3,203	-	-	935	36,806
-	-	-	-	188
-	-	-	1,369	5,453
4,722	-	-	328,713	358,392
<u>\$ 268,003</u>	<u>\$ 173,077</u>	<u>\$ 377,286</u>	<u>\$ 2,805,640</u>	<u>\$ 6,921,175</u>
\$ 11,179	\$ -	\$ 1,232	\$ 159,773	\$ 251,808
8,015	-	54	23,296	80,514
811	-	-	11,681	12,998
181	-	-	1,931	6,840
-	560,858	-	74,148	988,096
-	-	-	-	94,931
-	-	-	1,451	40,941
1,521	46,149	-	197,845	594,492
570	-	2	1,996	5,701
6,894	-	100,000	517,030	1,739,516
<u>29,171</u>	<u>607,007</u>	<u>101,288</u>	<u>989,151</u>	<u>3,815,837</u>
824,883	-	1,848	192,096	1,071,888
62,389	-	-	46,919	123,986
-	-	-	-	265,000
3,203	-	-	935	36,806
4,722	-	-	316,586	345,986
-	-	-	11,822	11,822
-	-	-	1,770	1,770
-	-	-	-	738,880
(656,365)	(433,930)	274,150	948,445	120,358
-	-	-	116,931	207,857
-	-	-	180,985	180,985
<u>238,832</u>	<u>(433,930)</u>	<u>275,998</u>	<u>1,816,489</u>	<u>3,105,338</u>
<u>\$ 268,003</u>	<u>\$ 173,077</u>	<u>\$ 377,286</u>	<u>\$ 2,805,640</u>	<u>\$ 6,921,175</u>

State of Indiana
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Assets
June 30, 2002
(amounts expressed in thousands)

Total fund balances-governmental funds \$ 3,105,338

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:

Investment in direct financing lease	\$	220,245	
Land		1,008,185	
Infrastructure assets		7,473,142	
Construction in progress		186,090	
Property, plant, and equipment		1,369,683	
Accumulated depreciation		<u>(679,976)</u>	
Total capital assets			9,577,369

Some of the state's revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds. 635,459

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the funds. (41,829)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. 97,491

Some liabilities are not due and payable in the current period and therefore are not reported in the funds. Those liabilities consist of:

Accrued liability for compensated absences		(113,841)	
Capital lease payable		(19,209)	
Net pension obligations		(676)	
Revenue bonds/notes payable		<u>(919,427)</u>	
Total long-term liabilities			<u>(1,053,153)</u>

Net assets of governmental activities **\$ 12,320,675**

The notes to the financial statements are an integral part of this statement.



State of Indiana
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2002
(amounts expressed in thousands)

	<u>General Fund</u>	<u>Motor Vehicle Highway Fund</u>	<u>Medicaid Assistance</u>	<u>Build Indiana Fund</u>
Revenues:				
Taxes:				
Income	\$ 4,230,931	\$ -	\$ -	\$ -
Sales	2,158,827	-	-	-
Fuels	-	459,520	-	-
Gaming	136,055	-	-	-
Inheritance	153,593	-	-	-
Alcohol and tobacco	72,999	-	-	-
Insurance	180,610	-	-	-
Financial Institutions	-	-	-	-
Other	-	-	-	-
Total taxes	<u>6,933,015</u>	<u>459,520</u>	<u>-</u>	<u>-</u>
Current service charges	237,469	17,140	-	-
Investment income	122,060	-	-	21,527
Sales/rents	-	35	-	-
Grants	11,130	11,346	2,513,896	-
Other	<u>38,072</u>	<u>55,300</u>	<u>-</u>	<u>4</u>
Total revenues	<u>7,341,746</u>	<u>543,341</u>	<u>2,513,896</u>	<u>21,531</u>
Expenditures:				
Current:				
General government	1,316,352	275,600	404	54,466
Public safety	633,087	171,565	-	5
Health	123,672	-	-	65
Welfare	401,667	-	3,847,627	-
Conservation, culture and development	70,845	-	-	8,305
Education	4,986,602	253	-	-
Transportation	3,811	34	-	863
Other	24	-	-	-
Debt service:				
Principal	-	-	-	-
Interest, finance fees	-	-	-	-
Total expenditures	<u>7,536,060</u>	<u>447,452</u>	<u>3,848,031</u>	<u>63,704</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(194,314)</u>	<u>95,889</u>	<u>(1,334,135)</u>	<u>(42,173)</u>
Other financing sources (uses):				
Transfers in	3,312,190	244,103	1,893,694	437,266
Transfers (out)	(3,852,255)	(411,468)	(499,449)	(719,182)
Proceeds of refunding bonds	-	-	-	-
Payments to refunded bond escrow agent	-	-	-	-
Proceeds from capital leases	<u>14,637</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(525,428)</u>	<u>(167,365)</u>	<u>1,394,245</u>	<u>(281,916)</u>
Net change in fund balance	<u>(719,742)</u>	<u>(71,476)</u>	<u>60,110</u>	<u>(324,089)</u>
Fund Balance July 1, as restated	<u>1,799,076</u>	<u>52,446</u>	<u>(34,977)</u>	<u>446,601</u>
Fund Balance June 30	<u>\$ 1,079,334</u>	<u>\$ (19,030)</u>	<u>\$ 25,133</u>	<u>\$ 122,512</u>

The notes to the financial statements are an integral part of this statement.

State Highway Department	Property Tax Replacement Fund	Tobacco Settlement Fund	Non-Major Governmental Funds	Total
\$ -	\$ -	\$ -	\$ 112,561	\$ 4,343,492
-	1,477,209	-	79,492	3,715,528
3	-	-	302,953	762,476
-	-	-	384,317	520,372
-	-	-	-	153,593
-	-	-	65,461	138,460
-	-	-	3,034	183,644
-	-	-	45,577	45,577
-	-	-	98,179	98,179
3	1,477,209	-	1,091,574	9,961,321
13,314	-	149,250	777,169	1,194,342
342	-	7,038	34,017	184,984
592	-	-	88,569	89,196
551,251	-	-	2,731,523	5,819,146
34,984	-	-	152,957	281,317
600,486	1,477,209	156,288	4,875,809	17,530,306
163	1,100,414	7,284	386,753	3,141,436
-	-	-	332,501	1,137,158
-	-	40,356	167,150	331,243
-	-	244	2,133,630	6,383,168
-	-	-	389,817	468,967
-	-	-	731,448	5,718,303
986,554	-	-	180,434	1,171,696
-	-	-	-	24
-	-	-	24,015	24,015
-	-	-	48,887	48,887
986,717	1,100,414	47,884	4,394,635	18,424,897
(386,231)	376,795	108,404	481,174	(894,591)
547,349	1,044,662	24,072	2,720,746	10,224,082
(34,494)	(1,351,203)	(97,491)	(3,163,142)	(10,128,684)
-	-	-	10,095	10,095
-	-	-	(10,573)	(10,573)
-	-	-	101	14,738
512,855	(306,541)	(73,419)	(442,773)	109,658
126,624	70,254	34,985	38,401	(784,933)
112,208	(504,184)	241,013	1,778,088	3,890,271
\$ 238,832	\$ (433,930)	\$ 275,998	\$ 1,816,489	\$ 3,105,338

State of Indiana
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2002
(amounts expressed in thousands)

Net change in fund balances-total governmental funds \$ (784,933)

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report net capital outlays for infrastructure as expenditures. However in the statement of activities these outlays are capitalized and under the modified approach not depreciated. This is the amount of the net capital outlays for infrastructure under the modified approach in the current period 76,374

Governmental funds report net capital outlays as expenditures. However in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation (\$43,160) exceeds net capital outlays (\$20,540) in the current period. (22,620)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (36,465)

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (54,420)

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount by which repayments exceeded proceeds. 24,493

Internal service funds are used by management to charge the costs of certain activities, such as insurance, data processing, telecommunications, fleet management, and printing, to individual funds. The net revenue (expense) of certain internal service funds is reported with governmental activities. 11,846

Change in net assets of governmental activities. \$ (785,725)

The notes to the financial statements are an integral part of this statement.



State of Indiana
Statement of Fund Net Assets
Proprietary Funds
June 30, 2002

(amounts expressed in thousands)

	Enterprise Funds						Internal Service Funds
	Toll Roads	State Revolving Fund	Unemployment Compensation Fund	State Lottery Commission	Other Enterprise Funds	Total	
Assets							
Current assets:							
Cash, cash equivalents and investments - unrestricted	\$ 94,706	\$ 131,775	\$ 1,285,351	\$ 67,779	\$ 26,402	\$ 1,606,013	\$ 74,838
Receivables:							
Accounts	4,370	-	-	17,782	153	22,305	11,790
Taxes	-	-	16,705	-	-	16,705	-
Interest	-	22,092	-	335	270	22,697	1
Interfund services provided	-	-	-	-	-	-	6,840
Interfund loans	-	-	-	-	-	-	1,617
Loans	-	27,047	-	-	-	27,047	-
Inventory	1,863	-	-	161	496	2,520	9,289
Prepaid expenses	913	-	-	548	71	1,532	80
Total current assets	101,852	180,914	1,302,056	86,605	27,392	1,698,819	104,455
Noncurrent assets:							
Cash, cash equivalents and investments - restricted	110,585	817,945	-	62,013	-	990,543	151,450
Interest receivable - restricted	-	-	-	-	-	-	217
Note receivable	-	-	-	-	-	-	1,090
Loans	-	620,960	-	-	-	620,960	-
Bond issuance costs - net of amortization	1,724	-	-	-	-	1,724	11,169
Property, plant and equipment net of accumulated depreciation	238,487	-	-	1,421	9,176	249,084	823,874
Other assets	-	10,532	-	-	-	10,532	72
Total noncurrent assets	350,796	1,449,437	-	63,434	9,176	1,872,843	987,872
Total assets	452,648	1,630,351	1,302,056	150,039	36,568	3,571,662	1,092,327
Liabilities							
Current liabilities:							
Accounts payable	5,743	201	13,689	8,177	2,305	30,115	6,184
Salaries and benefits payable	2,254	-	-	-	317	2,571	1,100
Interest payable	4,927	27,132	-	-	-	32,059	37,827
Capital lease payable	-	-	-	-	-	-	59
Current portion of long-term debt	11,770	-	-	-	131	11,901	28,023
Accrued prize liability	-	-	-	43,817	-	43,817	-
Health/disability benefits payable	-	-	-	-	-	-	34,930
Accrued liability for compensated absences	-	-	-	-	138	138	987
Interfund services used	-	-	-	-	-	-	188
Due to component unit	-	18,130	-	15,000	-	33,130	-
Interfund loans	-	-	-	24,625	300	24,925	-
Deferred revenue	-	-	-	367	4,533	4,900	5,453
Other liabilities	-	550	-	1,886	537	2,973	65
Total current liabilities	24,694	46,013	13,689	93,872	8,261	186,529	114,816
Noncurrent liabilities:							
Construction retention	-	-	-	-	-	-	4,878
Accrued liability for compensated absences	-	-	-	-	131	131	808
Capital lease payable	-	-	-	-	-	-	22
Claim payable	-	-	-	-	11,675	11,675	-
Due to component unit	-	1,008,795	-	-	-	1,008,795	-
Interfund loans	-	-	-	-	-	-	500
Accrued prize liability	-	-	-	51,167	-	51,167	-
Revenue bonds/notes payable	216,027	-	-	-	91	216,118	873,812
Other liabilities	-	1,766	-	-	-	1,766	-
Total noncurrent liabilities	216,027	1,010,561	-	51,167	11,897	1,289,652	880,020
Total liabilities	240,721	1,056,574	13,689	145,039	20,158	1,476,181	994,836
Net assets							
Invested in capital assets net of related debt	10,690	-	-	-	9,085	19,775	44,598
Restricted-nonexpendable:							
Transportation programs	11,240	-	-	-	-	11,240	-
Future debt service	44,228	-	-	-	-	44,228	-
Construction	136,698	-	-	-	-	136,698	-
Water pollution and drinking water	-	573,777	-	-	-	573,777	-
Unemployment compensation	-	-	1,288,367	-	-	1,288,367	-
Other purposes	-	-	-	-	-	-	222
Unrestricted	9,071	-	-	5,000	7,325	21,396	52,671
Total net assets	\$ 211,927	\$ 573,777	\$ 1,288,367	\$ 5,000	\$ 16,410	\$ 2,095,481	\$ 97,491

The notes to the financial statements are an integral part of this statement.

State of Indiana
Statement of Revenues, Expenses and
Changes in Fund Net Assets
Proprietary Funds
For the Fiscal Year Ended June 30, 2002
(amounts expressed in thousands)

	Enterprise Funds						Internal Service Funds
	Toll Roads	State Revolving Fund	Unemployment Compensation Fund	State Lottery Commission	Other Enterprise Funds	Total	
Operating revenues:							
Sales/rents/premiums	\$ 5,947	\$ -	\$ -	\$ 626,310	\$ 20,356	\$ 652,613	\$ 283,023
Taxes	-	-	230,178	-	-	230,178	-
Grants	-	92,327	257,344	-	590	350,261	-
Interest income	-	55,272	-	-	-	55,272	-
Charges for services	-	-	-	-	-	-	776
Toll receipts	82,449	-	-	-	827	83,276	-
Other	926	2,218	-	-	40	3,184	2,013
Total operating revenues	89,322	149,817	487,522	626,310	21,813	1,374,784	285,812
Cost of sales	-	-	-	444,467	3,230	447,697	21,056
Gross margin	89,322	149,817	487,522	181,843	18,583	927,087	264,756
Operating expenses:							
General and administrative expense	64,859	1,891	-	15,948	16,065	98,763	76,609
Interest expense	-	47,704	-	-	-	47,704	-
Claims expense	-	-	-	-	3,814	3,814	-
Health / disability benefit payments	-	-	-	-	-	-	110,363
Medical expense reimbursement	-	-	-	-	-	-	917
Death settlements	-	-	-	-	-	-	880
Unemployment compensation benefits	-	-	804,882	-	-	804,882	-
Depreciation and amortization	3,350	755	-	861	453	5,419	21,669
Other	54	-	-	-	76	130	-
Total operating expenses	68,263	50,350	804,882	16,809	20,408	960,712	210,438
Operating income (loss)	21,059	99,467	(317,360)	165,034	(1,825)	(33,625)	54,318
Nonoperating revenues (expenses):							
Interest and other investment income	4,789	-	86,478	4,190	1,191	96,648	2,054
Interest and other investment expense	(16,797)	-	-	(2,769)	-	(19,566)	(33,306)
Distributions to component units	-	-	-	(60,000)	-	(60,000)	-
Gain (Loss) on disposition of assets	(185)	-	-	-	-	(185)	(226)
Other	(413)	-	-	2,897	-	2,484	433
Total nonoperating revenues (expenses)	(12,606)	-	86,478	(55,682)	1,191	19,381	(31,045)
Income before contributions and transfers	8,453	99,467	(230,882)	109,352	(634)	(14,244)	23,273
Capital contributions	-	-	-	-	-	-	7,471
Transfers in	-	-	2,137	-	-	2,137	16,690
Transfers (out)	-	-	-	(109,352)	-	(109,352)	(26,292)
Income before special item	-	-	2,137	(109,352)	-	(107,215)	(2,131)
Special item:							
Payback to federal government	-	-	-	-	-	-	(9,296)
Change in net assets	8,453	99,467	(228,745)	-	(634)	(121,459)	11,846
Total net assets, July 1, as restated	203,474	474,310	1,517,112	5,000	17,044	2,216,940	85,645
Total net assets, June 30	\$ 211,927	\$ 573,777	\$ 1,288,367	\$ 5,000	\$ 16,410	\$ 2,095,481	\$ 97,491

The notes to the financial statements are an integral part of this statement.

State of Indiana
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2002
(amounts expressed in thousands)

	Enterprise Funds					Total	Internal Service Funds
	Toll Roads	State Revolving Fund	Unemployment Compensation Fund	State Lottery Commission	Other Enterprise Funds		
Cash flows from operating activities:							
Cash received from customers	\$ 90,931	\$ -	\$ 229,479	\$ 622,287	\$ 22,681	\$ 965,378	\$ 287,420
Cash received from federal government	-	92,327	258,368	-	590	351,285	-
Payments to ticket winners	-	-	-	(355,703)	-	(355,703)	-
Cash paid for general and administrative	-	(2,166)	-	-	(15,562)	(17,728)	(75,897)
Cash paid for salary/health/disability benefit payments	(20,989)	-	-	(11,773)	(423)	(33,185)	(112,586)
Cash paid to suppliers	(43,306)	-	-	(73,435)	(3,235)	(119,976)	(22,060)
Cash paid for claims expense	-	-	(791,882)	-	(1,679)	(793,561)	-
Other operating income	-	2,218	-	-	-	2,218	-
Net cash provided (used) by operating activities	26,636	92,379	(304,035)	181,376	2,372	(1,272)	76,877
Cash flows from noncapital financing activities:							
Operating transfers in	-	-	2,137	-	-	2,137	16,690
Operating transfers out	-	-	-	(166,112)	-	(166,112)	(26,292)
Payback to federal government	-	-	-	-	-	-	(9,296)
Proceeds from debt issuance	-	419,924	-	-	-	419,924	-
Principal payments to reduce indebtedness	-	(13,564)	-	-	-	(13,564)	-
Payment of debt issue costs	-	(2,312)	-	-	-	(2,312)	-
Increase in amount due to federal government	-	264	-	-	-	264	-
Interest paid on bonds and note payable	-	(36,685)	-	-	-	(36,685)	-
Other	-	-	-	3,603	-	3,603	-
Net cash provided (used) by noncapital financing activities	-	367,627	2,137	(162,509)	-	207,255	(18,898)
Cash flows from capital and related financing activities:							
Acquisition/construction of capital assets	(1,068)	-	-	(419)	-	(1,487)	(77,355)
Proceeds from sale of assets	-	-	-	28	-	28	104
Proceeds from issuance of notes payable/bonds payable	-	-	-	-	-	-	258,099
Principal payments -- capital leases	-	-	-	-	-	-	(60)
Principal payments -- bonds/notes	(9,215)	-	-	-	(127)	(9,342)	(200,470)
Interfund loan	-	-	-	-	-	-	(506)
Capital contributions	-	-	-	-	-	-	3,670
Transportation grants paid	(413)	-	-	-	-	(413)	-
Interest paid	(14,548)	-	-	-	-	(14,548)	(42,086)
Debt issue expense	-	-	-	-	-	-	(1,953)
Net cash provided (used) by capital and related financing activities	(25,244)	-	-	(391)	(127)	(25,762)	(60,557)
Cash flows from investing activities:							
Proceeds from sales of investments	80,049	22,272	-	-	3,412	105,733	311,039
Purchase of investments	-	(476,499)	-	(11,403)	(4,294)	(492,196)	(328,931)
Interest income (expense) on investments	4,789	52,077	86,478	2,349	928	146,621	2,283
Net cash provided (used) by investing activities	84,838	(402,150)	86,478	(9,054)	46	(239,842)	(15,609)
Net increase (decrease) in cash and cash equivalents	86,230	57,856	(215,420)	9,422	2,291	(59,621)	(18,187)
Cash and cash equivalents, July 1 as restated	84,537	73,919	1,500,771	34,481	8,242	1,701,950	92,896
Cash and cash equivalents, June 30	\$ 170,767	\$ 131,775	\$ 1,285,351	\$ 43,903	\$ 10,533	\$ 1,642,329	\$ 74,709
Reconciliation of cash, cash equivalents and investments:							
Cash and cash equivalents at end of year	\$ 170,767	\$ 131,775	\$ 1,285,351	\$ 43,903	\$ 10,533	\$ 1,642,329	\$ 74,709
Restricted cash and investments	-	817,945	-	62,013	-	879,958	151,279
Investments unrestricted	34,524	-	-	23,876	15,869	74,269	300
Cash, cash equivalents and investments per balance sheet	\$ 205,291	\$ 949,720	\$ 1,285,351	\$ 129,792	\$ 26,402	\$ 2,596,556	\$ 226,288
Noncash investing, capital and financing activities:							
Increase in fair value of investments	\$ -	\$ -	\$ -	\$ 1,940	\$ 265	\$ 2,205	\$ -
Capital asset portion of capital contributions	-	-	-	-	590	590	-

State of Indiana
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended
June 30, 2002

(amounts expressed in thousands)

	Enterprise Funds					Total	Internal Service Funds
	Toll Roads	State Revolving Fund	Unemployment Compensation Fund	State Lottery Commission	Other Enterprise Funds		
Reconciliation of operating income to net cash provided (used) by operating activities:							
Operating income (loss)	\$ 21,059	\$ 99,467	\$ (317,360)	\$ 165,034	\$ (1,825)	\$ (33,625)	\$ 54,318
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:							
Depreciation/amortization expense	3,350	-	-	861	453	4,664	21,669
(Increase) decrease in receivables	1,609	-	325	(3,767)	297	(1,536)	478
(Increase) decrease in interfund services provided	-	-	-	-	-	-	284
(Increase) decrease in inventory	9	-	-	1,375	41	1,425	(38)
(Increase) decrease in prepaid expenses	(313)	-	-	(453)	(6)	(772)	32
Increase (decrease) in benefits payable	-	-	-	-	-	-	(426)
Increase (decrease) in accounts payable	1,883	(276)	13,000	2,267	2,023	18,897	(320)
Increase (decrease) in deferred revenue	-	-	-	40	1,161	1,201	797
Increase (decrease) in salaries payable	(1,146)	-	-	-	33	(1,113)	(128)
Increase (decrease) in compensated absences	-	-	-	-	2	2	14
Increase (decrease) in interfund services used	-	-	-	-	-	-	171
Increase (decrease) in other payables	-	-	-	812	193	1,005	26
Net cash provided (used) by operating activities	<u>\$ 26,636</u>	<u>\$ 92,379</u>	<u>\$ (304,035)</u>	<u>\$ 181,376</u>	<u>\$ 2,372</u>	<u>\$ (1,272)</u>	<u>\$ 76,877</u>

The notes to the financial statements are an integral part of this statement.

State of Indiana
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2002

(amounts expressed in thousands)

	Pension (and Other Employee Benefit) Trust Funds	Private-Purpose Trust Funds	Agency Funds
Assets:			
Cash, cash equivalents and investments	\$ 794,534	\$ 39,579	\$ 664,727
Securities lending collateral	-	11,385	200,964
Receivables:			
Taxes	-	-	5,062
Contributions	407	-	-
Interest	1,804	-	420
Member loans	8,513	-	-
Other	-	-	49
Other assets	-	-	136,771
Total assets	805,258	50,964	\$ 1,007,993
Liabilities:			
Accounts/escrows payable	491	1,788	764,028
Escheated property liability	-	12,420	-
Investment purchases payable	10,107	-	-
Securities lending collateral	-	11,385	200,964
Other	474	-	43,001
Total liabilities	11,072	25,593	\$ 1,007,993
Net assets:			
Held in trust for:			
Employees' post-employment benefits	794,186	-	
Trust beneficiaries	-	25,371	
Total net assets	\$ 794,186	\$ 25,371	

The notes to the financial statements are an integral part of this statement.

Statement of Changes in Fiduciary Net Assets

Fiduciary Funds

For the Year Ended June 30, 2002

(amounts expressed in thousands)

	Pension (and Other Employee Benefit Trust Funds	Private-Purpose Trust Funds
Additions:		
Member contributions	\$ 58,484	\$ -
Employer contributions	12,593	-
Net investment income (loss)	(28,743)	830
Less investment expense	(347)	-
Donations/escheats	-	33,609
Operating transfers in	-	52,461
Other	44	-
	42,031	86,900
Total additions		
Deductions:		
Payments to participants/beneficiaries	17,837	50,300
Refunds of contributions and interest	27,227	-
Administrative	134	3,177
Operating transfers out	-	31,042
Other	-	297
	45,198	84,816
Total deductions		
Net increase (decrease) in net assets	(3,167)	2,084
Net assets held in trust, July 1 as restated	797,353	23,287
Net assets held in trust, June 30	\$ 794,186	\$ 25,371

The notes to the financial statements are an integral part of this statement.

State of Indiana
Combining Statement of Net Assets
Major Discretely Presented Component Units -
Governmental and Proprietary Funds
June 30, 2002

(amounts expressed in thousands)

	Governmental	Proprietary			Total Component Units
	Indiana Development Finance Authority	Indiana Bond Bank	Indiana Housing Finance Authority	Non-Major Component Units	
Assets					
Current assets:					
Cash, cash equivalents and investments - restricted	\$ 673	\$ -	\$ -	\$ 225,713	\$ 226,386
Cash, cash equivalents and investments - unrestricted	38,720	62,316	44,803	12,929	158,768
Securities lending collateral	-	-	-	307,112	307,112
Receivables:					
Student loans	-	-	-	51,285	51,285
Interest	279	41,567	365	3,207	45,418
Loans	5,816	-	-	-	5,816
Intergovernmental loans	-	462,008	-	-	462,008
Due from primary government	-	18,130	-	-	18,130
Other assets	59	-	1,324	339	1,722
Total current assets	45,547	584,021	46,492	600,585	1,276,645
Noncurrent assets:					
Restricted cash and investments	-	66,344	243,006	91,469	400,819
Restricted accrued interest receivable	-	-	5,238	4,277	9,515
Student/mortgage loans	-	-	836,134	171,793	1,007,927
Intergovernmental loans	-	384,288	-	-	384,288
Due from primary government	-	1,008,795	-	-	1,008,795
Bond issuance costs - net of amortization	-	16,439	9,484	-	25,923
Property, plant and equipment net of accumulated depreciation	-	14	268	101	383
Other assets	-	650	370	772	1,792
Total noncurrent assets	-	1,476,530	1,094,500	268,412	2,839,442
Total assets	45,547	2,060,551	1,140,992	868,997	4,116,087
Liabilities					
Current liabilities:					
Accounts payable	65	622	673	1,312	2,672
Bonds payable	-	528,984	12,545	78,630	620,159
Interest payable	-	40,282	1,241	355	41,878
Securities lending collateral	-	-	-	307,112	307,112
Other liabilities	900	-	687	3	1,590
Total current liabilities	965	569,888	15,146	387,412	973,411
Noncurrent liabilities:					
Revenue bonds/notes payable - long term	-	1,478,185	971,293	121,185	2,570,663
Other noncurrent liabilities	-	231	759	375	1,365
Total noncurrent liabilities	-	1,478,416	972,052	121,560	2,572,028
Total liabilities	965	2,048,304	987,198	508,972	3,545,439
Net assets					
Invested in capital assets net of related debt	-	14	268	101	383
Restricted for:					
Debt service	-	2,707	100,753	6,310	109,770
Pension fund distribution	-	-	-	11,873	11,873
Unrestricted (deficit)	44,582	9,526	52,773	341,741	448,622
Total net assets	\$ 44,582	\$ 12,247	\$ 153,794	\$ 360,025	\$ 570,648

The notes to the financial statements are an integral part of this statement.

State of Indiana
Combining Statement of Activities
Major Discretely Presented Component Units -
Governmental and Proprietary Funds
For the Fiscal Year Ended June 30, 2002

(amounts expressed in thousands)

	<u>Program Revenues</u>			
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Net (Expense) Revenue</u>
Indiana Development Finance Authority	\$ 25,777	\$ 2,009	\$ -	\$ (23,768)
Indiana Bond Bank	83,660	429	83,499	268
Indiana Housing Finance Authority	176,439	77,184	107,540	8,285
Non-Major Component Units	39,784	31,071	7,871	(842)
Total component units	\$ 325,660	\$ 110,693	\$ 198,910	(16,057)
General revenues:				
Interest and investment earnings				15,857
Payments from State of Indiana				38,067
Other				3
Total general revenues				<u>53,927</u>
Change in net assets				37,870
Net assets - beginning				532,778
Net assets - ending				<u>\$ 570,648</u>

The notes to the financial statements are an integral part of this statement.

State of Indiana
Combining Statement of Net Assets
Major Discretely Presented Component Units - Colleges and Universities
June 30, 2002

(amounts expressed in thousands)

	Indiana University	Purdue University	Non-Major Colleges and Universities	Totals
Assets:				
Current assets				
Cash, cash equivalents, and investments	\$ 182,666	\$ 300,305	\$ 201,770	\$ 684,741
Securities lending collateral	38,512	207,759	-	246,271
Receivables (net)	88,943	87,626	53,836	230,405
Due from primary government	37,656	26,613	30,662	94,931
Accrued revenues	-	10,005	426	10,431
Inventory	15,979	6,078	7,130	29,187
Prepaid expenses	-	1,080	4,952	6,032
Funds held in trust by others	-	39,880	23,715	63,595
Other current assets	9,015	771	743	10,529
Total current assets	372,771	680,117	323,234	1,376,122
Noncurrent assets				
Cash, cash equivalents, and investments - restricted	-	-	509	509
Other receivables	60,934	50,211	-	111,145
Student Loans	-	-	14,983	14,983
Investments	408,462	1,089,427	175,583	1,673,472
Capital assets:				
Land	52,072	66,871	240,826	359,769
Infrastructure	132,537	15,567	59,283	207,387
Construction in progress	40,355	133,370	38,848	212,573
Property, plant, and equipment	2,571,854	1,465,442	1,284,501	5,321,797
Less accumulated depreciation	(1,211,271)	(747,277)	(615,907)	(2,574,455)
Total capital assets, net of depreciation	1,585,547	933,973	1,007,551	3,527,071
Other noncurrent assets	-	366	7,095	7,461
Total noncurrent assets	2,054,943	2,073,977	1,205,721	5,334,641
Total assets	2,427,714	2,754,094	1,528,955	6,710,763
Liabilities				
Current liabilities				
Accounts payable	190,133	32,543	21,601	244,277
Current portion of long-term debt	37,246	22,430	26,844	86,520
Capital lease payable	3,499	7,147	-	10,646
Salaries, health, disability, and benefits payable	-	7,232	12,542	19,774
Deferred revenue	31,460	27,006	31,676	90,142
Accrued liability for compensated absences	-	19,921	5,354	25,275
Accrued expenses	-	29,830	260	30,090
Securities lending collateral	38,512	207,759	-	246,271
Deposits held in custody for others	-	19,751	8,928	28,679
Other current liabilities	-	1,527	5,404	6,931
Total current liabilities	300,850	375,146	112,609	788,605
Noncurrent liabilities				
Accrued liability for compensated absences	-	14,143	9,898	24,041
Revenue bonds/notes payable	477,609	335,420	352,373	1,165,402
Capital lease payable	2,423	89,979	-	92,402
Funds held in trust for others	35,473	8,528	-	44,001
Advances from federal government	-	20,830	8,422	29,252
Other noncurrent liabilities	10,499	682	526	11,707
Total noncurrent liabilities	526,004	469,582	371,219	1,366,805
Total liabilities	826,854	844,728	483,828	2,155,410
Net assets				
Invested in capital assets, net of related debt	1,057,120	552,442	650,918	2,260,480
Restricted				
Nonexpendable				
Instruction and Research	-	81,922	2,123	84,045
Student Aid	-	73,594	1,803	75,397
Other	37,821	3,014	-	40,835
Total Nonexpendable	37,821	158,530	3,926	200,277
Expendable				
Instruction and Research	163,364	68,459	1,578	233,401
Student Aid	-	48,352	20,202	68,554
Auxiliary Enterprises	-	83,093	-	83,093
Construction	52,813	105,911	50,883	209,607
Other	44,942	402,896	17,337	465,175
Total Expendable	261,119	708,711	90,000	1,059,830
Unrestricted	244,800	489,683	300,283	1,034,766
Total net assets	\$ 1,600,860	\$ 1,909,366	\$ 1,045,127	\$ 4,555,353

The notes to the financial statements are an integral part of this statement.

State of Indiana
Combining Statement of Activities
Major Discretely Presented Component Units -
Colleges and Universities
For the Fiscal Year Ended June 30, 2002
(amounts expressed in thousands)

	<u>Program Revenues</u>				<u>Net (Expense) Revenue</u>
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Indiana University	\$ 1,789,823	\$ 922,417	\$ 338,963	\$ 41,093	\$ (487,350)
Purdue University	1,128,168	499,926	213,993	57,575	(356,674)
Non-Major Colleges & Universities	891,496	316,496	183,237	10,211	(381,552)
Total component units	<u>\$ 3,809,487</u>	<u>\$ 1,738,839</u>	<u>\$ 736,193</u>	<u>\$ 108,879</u>	<u>(1,225,576)</u>
General revenues:					
Interest and investment earnings					32,352
Payments from State of Indiana					1,250,550
Other					154,854
Total general revenues					<u>1,437,756</u>
Change in net assets					212,180
Net assets - beginning					<u>4,343,173</u>
Net assets - ending					<u>\$ 4,555,353</u>

The notes to the financial statements are an integral part of this statement.

State of Indiana

Combining Statement of Fiduciary Net Assets

Major Discretely Presented Component Units - Pension Trust Funds

June 30, 2002

(amounts expressed in thousands)

	Public Employees' Retirement Fund	State Teachers' Retirement Fund	Total
Assets:			
Cash and cash equivalents	\$ 679,025	\$ 743,438	\$ 1,422,463
Securities lending collateral	1,124,288	553,452	1,677,740
Receivables:			
Contributions	97,537	56,252	153,789
Interest	52,647	37,308	89,955
Member loans	536	-	536
Due from component unit	6,461	4,217	10,678
Due from primary government	7,500	7,500	15,000
Due from other funds	6,309	-	6,309
From investment sales	144,862	166,878	311,740
Total receivables	<u>315,852</u>	<u>272,155</u>	<u>588,007</u>
Investments at fair value:			
US treasury and agency obligations	1,349,398	1,555,781	2,905,179
Domestic corporate bonds and notes	1,419,240	1,446,006	2,865,246
Common stock and equity securities	4,600,739	2,251,032	6,851,771
Foreign stocks and bonds	107,029	12,719	119,748
Mortgage securities	1,134,957	-	1,134,957
International stock	963,154	-	963,154
Real estate	5,744	260	6,004
Total investments	<u>9,580,261</u>	<u>5,265,798</u>	<u>14,846,059</u>
Property, plant and equipment less accumulated depreciation	<u>-</u>	<u>46</u>	<u>46</u>
Total assets	<u>11,699,426</u>	<u>6,834,889</u>	<u>18,534,315</u>
Liabilities and fund balances:			
Liabilities:			
Accounts payable	9,144	4,137	13,281
Salaries and benefits payable	225	3,375	3,600
Death benefits	7,630	-	7,630
Due to other funds	6,309	-	6,309
Due to component unit	4,217	6,461	10,678
Investment purchases payable	455,791	-	455,791
Compensated absences	155	218	373
Securities purchased payable	-	544,493	544,493
Securities lending collateral	1,124,288	553,452	1,677,740
Total liabilities	<u>1,607,759</u>	<u>1,112,136</u>	<u>2,719,895</u>
Net assets:			
Held in trust for:			
Employees' post-employment benefits	<u>10,091,667</u>	<u>5,722,753</u>	<u>15,814,420</u>
Total net assets	<u>\$ 10,091,667</u>	<u>\$ 5,722,753</u>	<u>\$ 15,814,420</u>

The notes to the financial statements are an integral part of this statement.

State of Indiana
Combining Statement of Changes in Fiduciary Net Assets
Major Discretely Presented Component Units - Pension Trust Funds
For the Year Ended June 30, 2002

(amounts expressed in thousands)

	Public Employees' Retirement Fund	State Teachers' Retirement Fund	Total
Additions:			
Member contributions	\$ 146,696	\$ 107,052	\$ 253,748
Employer contributions	308,152	571,083	879,235
Contributions from cities and towns	27,734	-	27,734
Contributions from the State of Indiana	68,028	-	68,028
Net investment income (loss)	(412,723)	(133,988)	(546,711)
Less investment expense	(50,016)	(24,331)	(74,347)
Other	1,710	3,407	5,117
	<u>89,581</u>	<u>523,223</u>	<u>612,804</u>
Deductions:			
Pension benefits	310,298	594,717	905,015
Disability and other benefits	28,416	6,450	34,866
Refunds of contributions and interest	31,395	-	31,395
Administrative	17,167	6,781	23,948
Pension relief distributions	196,579	-	196,579
Capital projects	-	1,239	1,239
Depreciation	-	13	13
Transfers to other retirement funds	-	1,251	1,251
Other	1,254	778	2,032
	<u>585,109</u>	<u>611,229</u>	<u>1,196,338</u>
Net increase (decrease) in net assets	<u>(495,528)</u>	<u>(88,006)</u>	<u>(583,534)</u>
Net assets held in trust for pension benefits, July 1, as restated	<u>10,587,195</u>	<u>5,810,759</u>	<u>16,397,954</u>
Net assets held in trust for pension benefits, June 30	<u>\$ 10,091,667</u>	<u>\$ 5,722,753</u>	<u>\$ 15,814,420</u>

The notes to the financial statements are an integral part of this statement.

